COMMONWEALTH OF MASSACHUSETTS DEPARTMENT OF TELECOMMUNICATIONS AND ENERGY

KEYSPAN ENERGY DELIVERY NEW ENGLAND RESPONSE TO ATTORNEY GENERAL'S SECOND SET OF INFORMATION REQUESTS

D.T.E. 06-54

Respondent: Nancy G. Culliford

Date: September 15, 2006

<u>Information Request AG-2-14</u>

- Q. Please refer to Exh. KED-2, Confidential at 1, para. 2. Explain whether this is a fixed negotiated rate for the term of the contract and identify all circumstances under which the Company would pay more or less than the identified negotiated rate for capacity under AFT-CL Service Agreement. Provide a detailed explanation and include citations to supporting precedent of the Federal Energy Regulatory Commission.
- A. The rate is a negotiated rate for the duration of the agreement.